OFFICE OF ENFORCEMENT NOTIFICATION OF SIGNIFICANT ENFORCEMENT ACTION

Licensee:

Portland General Electric Company (EAs 94-067 & 96-111)

Trojan Nuclear Plant Docket No. 50-344

Subject:

EXERCISE OF DISCRETION AND PROPOSED IMPOSITION OF CIVIL PENALTY -

\$50,000

This is to inform the Commission that a Notice of Violation and Proposed Imposition of Civil Penalty in the amount of \$50,000 will be issued on or about June 6, 1996, to Portland General Electric Company. The action is based on a Severity Level III problem involving submission of incomplete and inaccurate information to the NRC in a Licensee Event Report (LER) on June 10, 1991, and in Revision 1 to that LER, submitted October 28, 1991. These LERs addressed degradation of electrical penetration assembly module seals. The licensee has acknowledged and accepted responsibility for these failures.

In accordance with the Enforcement Policy, a base civil penalty in the amount of \$50,000 is considered for a Severity Level III problem. The staff considered whether the licensee should be given credit for identification and its corrective actions. While credit would normally be granted for those factors, the staff is exercising discretion under Section VII.A.1 and proposing a base civil penalty of \$50,000 to reflect the significant regulatory concern arising from the extensive management failures that contributed to this problem.

It should be noted that the licensee has not been specifically informed of the enforcement action. The schedule of issuance and notification is:

Mailing of Notice Telephone Notification of Licensee

June 6, 1996 June 6, 1996

The State of Oregon will be notified.

The licensee has thirty days from the date of the Notice in which to respond. Following NRC evaluation of the response, the civil penalty may be remitted, mitigated, or imposed by Order.

Contacts: G. Cant, OE, 415-3283

J.Gray, OE, 415-2747

Distribution	Tallio et		
OWFN 4:30	OWFN 4:30	TWFN 430	Regional Offices
Chairman Jackson	EDO	OC	RI 4.30 RIV 4.30
Comm. Rogers	DEDR	AEOD	RII 430 WCFO 430
Comm. Dicus	DEDS	OP CTR	RIII 4.30
SECY	OE	NMSS	
	OGC	IRM	MAIL
	NRR	OIG	NUDOCS
	SP	ACRS	
OCA PA IP	OGC NRR OI	IRM OIG RES	MAIL NUDOCS PUBLIC

PRELIMINARY INFORMATION - NOT FOR PUBLIC DISCLOSURE UNTIL VERIFICATION THAT LICENSEE HAS RECEIVED ACTION

9606210092 960603 PDR 1%E EN-96-033 PDR